

RULE 15c2-12 FILING COVER SHEET

This cover sheet should be sent with all submissions made to the Municipal Securities Rulemaking Board (MSRB), Nationally Recognized Municipal Securities Information Repositories (NRMSIRs), and any applicable State Information Depository (SIDs) pursuant to Securities and Exchange Commission (SEC) Rule 15c2-12 or any analogous state statute.

Issuer Name: City of Lake Worth, Texas

Issue(s):

- \$ 2,500,000 Combination Tax and Revenue Certificates of Obligation, Series 1997A
- \$ 15,000,000 Combination Tax and Revenue Certificates of Obligation, Series 1997B
- \$ 3,900,000 Combination Tax and Revenue Certificates of Obligation, Series 1999
- \$ 4,150,000 Combination Tax and Revenue Certificates of Obligation, Series 2001
- \$ 6,000,000 Combination Tax and Revenue Certificates of Obligation, Series 2005

Filing Format electronic paper; If available on the Internet, give URL: _____

CUSIP Numbers to which the information filed relates (optional):

Nine-digit number(s) (see following page(s)):

Six-digit number if information filed relates to all securities of the issuer

* * *

Financial & Operating Data Disclosure Information
(Financial information should not be filed with the MSRB)

- Annual Financial Report or CAFR
- Financial Information & Operating Data
- Other (describe)

Fiscal Period Covered: FYE 2007

Monthly Quarterly Annual Other:

* * *

I hereby represent that I am authorized by the issuer or its agent to distribute this information publicly:

Signature: _____

Name: Vicki Mikel Title: Assistant City Manager / Director of Finance

Employer: City of Lake Worth, Texas

Voice Telephone Number: (817) 237-1211 ext. 223

Email Address: vmikel@lakeworthtx.org

DESCRIPTION OF ISSUES COVERED BY THIS REPORT

Combination Tax and Revenue Certificates of Obligation, Series 1997A

<u>Date</u>	<u>Principal</u>	<u>CUSIP</u>
03/01/09	\$ 130,000	511399 AM9
03/01/10	135,000	511399 AN7
03/01/11	145,000	511399 AP2
03/01/12	155,000	511399 AQ0
03/01/13	160,000	511399 AR8
03/01/14	170,000	511399 AS6
03/01/15	180,000	511399 AT4
03/01/16	190,000	511399 AU1
03/01/17	205,000	511399 AV9
	<u>\$ 1,470,000</u>	

Combination Tax and Revenue Certificates of Obligation, Series 1997B

<u>Date</u>	<u>Principal</u>	<u>CUSIP</u>
03/01/09	\$ 80,000	511399 BH9
03/01/10	80,000	511399 BJ5
03/01/11	85,000	511399 BK2
03/01/12	90,000	511399 BL0
03/01/13	95,000	511399 BM8
03/01/14	100,000	511399 BN6
03/01/15	100,000	511399 BP1
03/01/16	105,000	511399 BQ9
03/01/17	110,000	511399 BR7
	<u>\$ 845,000</u>	

Combination Tax and Revenue Certificates of Obligation, Series 1999

<u>Date</u>	<u>Principal</u>	<u>CUSIP</u>
03/01/09	\$ 190,000	511399 CB1
03/01/10	200,000	511399 CC9
03/01/11	210,000	511399 CD7
03/01/12	220,000	511399 CE5
03/01/13	230,000	511399 CF2
03/01/14	240,000	511399 CG0
03/01/15	250,000	511399 CH8
03/01/16	265,000	511399 CJ4
03/01/17	280,000	511399 CK1
03/01/18	295,000	511399 CL9
03/01/19	310,000	511399 CM7
	<u>\$ 2,690,000</u>	

Combination Tax and Revenue Certificates of Obligation, Series 2001

<u>Date</u>	<u>Principal</u>	<u>CUSIP</u>
09/01/08	\$ 175,000	511399 CU9
09/01/09	185,000	511399 CV7
09/01/10	190,000	511399 CW5
09/01/11	200,000	511399 CX3
09/01/12	210,000	511399 CY1
09/01/13	215,000	511399 CZ8
09/01/14	230,000	511399 DA2
09/01/15	240,000	511399 DB0
09/01/16	250,000	511399 DC8
09/01/17	260,000	511399 DD6
09/01/18	275,000	511399 DE4
09/01/19	285,000	511399 DF1
09/01/20	300,000	511399 DG9
09/01/21	315,000	511399 DH7
	<u>\$ 3,330,000</u>	

Combination Tax and Revenue Certificates of Obligation, Series 2005

<u>Date</u>	<u>Principal</u>	<u>CUSIP</u>
08/15/08	\$ 220,000	511399 DL8
08/15/09	225,000	511399 DM6
08/15/10	240,000	511399 DN4
08/15/11	250,000	511399 DP9
08/15/12	260,000	511399 DQ7
08/15/13	270,000	511399 DR5
08/15/14	280,000	511399 DS3
08/15/15	295,000	511399 DT1
08/15/16	305,000	511399 DU8
08/15/17	320,000	511399 DV6
08/15/18	330,000	511399 DW4
08/15/19	345,000	511399 DX2
08/15/20	360,000	511399 DY0
08/15/21	375,000	511399 DZ7
08/15/22	395,000	511399 EA1
08/15/23	410,000	511399 EB9
08/15/24	430,000	511399 EC7
08/15/25	450,000	511399 ED5
	<u>\$ 5,760,000</u>	

CONTINUING DISCLOSURE REPORT
FOR THE
FISCAL YEAR ENDED SEPTEMBER 30, 2007

CITY OF LAKE WORTH, TEXAS

GENERAL OBLIGATION DEBT



FINANCIAL STATEMENTS

The audited financial statements for the City for the fiscal year ended September 30, 2007 are being separately filed with each Nationally Recognized Municipal Securities Information Repository and any applicable State Information Depository, either directly or through the Central Post Office, and are hereby incorporated by reference into this Annual Continuing Disclosure Report.

SIGNATURE OF ISSUER

The information set forth herein has been obtained from the City and other sources believed to be reliable, but such information is not guaranteed as to accuracy or completeness and is not to be construed as a promise or guarantee. This Annual Continuing Disclosure Report may contain, in part, estimates and matters of opinion which are not intended as statements of fact, and no representation is made as to the correctness of such estimates and opinions, or that they will be realized. The information and expressions of opinion contained herein are subject to change without notice, and the delivery of this Annual Continuing Disclosure Report will not, under any circumstances, create any implication that there has been no change in the affairs of the City or other matters described.

CITY OF LAKE WORTH, TEXAS

Vicki Mikel

Assistant City Manager / Director of Finance

Approved for Submission:

Date

CERTIFICATE OF SUBMISSION OF ANNUAL REPORT

Subject to the continuing disclosure requirements of SEC Rule 15c2-12, this Annual Continuing Disclosure Report for the City of Lake Worth, Texas with respect to the issues listed on the report cover was submitted to each National Recognized Municipal Securities Information Repository (“NRMSIR”) listed below as well as to any applicable State Information Depository (“SID”) either directly or through the Central Post Office.

NRMSIR’s

Bloomberg Municipal Repository
DPC Data, Inc.
FT Interactive Data
Standard & Poor’s Securities Evaluations, Inc.

First Southwest Company

Signed by:

/s/ Tanya Calvit

**CITY OF LAKE WORTH, TEXAS
2008 GENERAL OBLIGATION DEBT REPORT**

TABLE 1 – VALUATION, EXEMPTION AND TAX SUPPORTED DEBT

2007/08 Market Valuation Established by the Tarrant Appraisal District (excluding totally exempt property)	\$ 422,190,118
Less Exemptions/Reductions at 100% Market Value:	
Over 65 and Disabled Homestead Exemptions	\$ 18,767,876
Disabled Veteran's Exemptions	397,750
Agricultural Exemptions	39,445
Nominal Value	1,965
Prorated Absolutes	<u>59,569</u>
	<u>19,266,605</u>
2007/08 Taxable Assessed Valuation	\$ 402,923,513
Total Debt Payable from Ad Valorem Taxes as of 1/31/08	\$ 14,470,000
Less Self-Supporting Debt ⁽¹⁾	<u>6,165,000</u>
Net Funded Debt Payable from Ad Valorem Taxes	\$ 8,305,000
Interest and Sinking Fund as of 1/31/08	\$ 769,480
Ratio Total Debt to Taxable Assessed Valuation	3.59%
Ratio Net Debt to Taxable Assessed Valuation	2.06%

2008 Estimated Population - 4,866
Per Capita Taxable Assessed Valuation - \$82,804
Per Capita Total Funded Debt - \$2,974
Per Capita Net Funded Debt - \$1,707

- (1) General obligation debt in the amounts shown for which repayment is provided from either sales tax revenues or Waterworks and Sewer System revenues. The amount of self-supporting debt is based on the sales tax and Waterworks and Sewer System revenue support as shown in Table 9. It is the City's current policy to provide these payments from such revenues; this policy is subject to change in the future and, if changed to reduce the amount of such revenue support for general obligation debt, the City would be required to increase its debt service tax to compensate for the reduction in sales tax revenue support.

TABLE 2 – TAXABLE ASSESSED VALUATION BY CATEGORY

Category	Fiscal Year Ended September 30,					
	2008		2007		2006	
	Amount	% of Total	Amount	% of Total	Amount	% of Total
Real, Residential, Single-Family	\$ 138,409,166	32.78%	\$ 131,552,578	36.67%	\$ 120,186,695	39.78%
Real, Residential, Multi-Family	682,039	0.16%	765,032	0.21%	665,461	0.22%
Real, Vacant Lots/Tracts	11,719,855	2.78%	15,900,085	4.43%	15,354,547	5.08%
Real, Acreage (Land Only)	5,278,350	1.25%	3,936,648	1.10%	8,970,001	2.97%
Real, Commercial	199,981,991	47.37%	155,421,869	43.32%	110,762,064	36.66%
Real and Tangible, Personal Utilities	6,716,239	1.59%	5,964,170	1.66%	5,685,617	1.88%
Tangible Personal, Commercial	56,316,306	13.34%	43,234,272	12.05%	39,400,637	13.04%
Tangible Personal, Industrial	143,983	0.03%	146,729	0.04%	134,356	0.04%
Tangible Personal, Mobile Homes	227,394	0.05%	223,464	0.06%	306,955	0.10%
Tangible Personal, Other	2,642,945	0.63%	1,637,490	0.46%	658,896	0.22%
Miscellaneous	71,850	0.02%	0	0.00%	0	0.00%
Total Appraised Value Before Exemptions	\$ 422,190,118	100.00%	\$ 358,782,337	100.00%	\$ 302,125,229	100.00%
Less: Total Exemptions/Reductions	19,266,605		24,402,728		20,652,128	
Taxable Assessed Value	<u>\$ 402,923,513</u>		<u>\$ 334,379,609</u>		<u>\$ 281,473,101</u>	

Category	Fiscal Year Ended September 30,			
	2005		2004	
	Amount	% of Total	Amount	% of Total
Real, Residential, Single-Family	\$ 112,186,264	41.48%	\$ 104,910,501	40.20%
Real, Residential, Multi-Family	636,461	0.24%	497,843	0.19%
Real, Vacant Lots/Tracts	19,379,875	7.17%	6,281,454	2.41%
Real, Acreage (Land Only)	9,281,046	3.43%	8,799,599	3.37%
Real, Commercial	90,026,438	33.29%	92,935,544	35.61%
Real and Tangible, Personal Utilities	5,549,764	2.05%	6,504,231	2.49%
Tangible Personal, Commercial	32,257,996	11.93%	39,732,921	15.22%
Tangible Personal, Industrial	117,566	0.04%	174,828	0.07%
Tangible Personal, Mobile Homes	368,114	0.14%	386,855	0.15%
Tangible Personal, Other	628,155	0.23%	772,167	0.30%
Total Appraised Value Before Exemptions	\$ 270,431,679	100.00%	\$ 260,995,943	100.00%
Less: Total Exemptions/Reductions	15,254,156		8,582,371	
Taxable Assessed Value	<u>\$ 255,177,523</u>		<u>\$ 252,413,572</u>	

TABLE 3 – VALUATION AND TAX SUPPORTED DEBT HISTORY

Fiscal Year Ended 9/30	Estimated Population ⁽¹⁾	Taxable Assessed Valuation ⁽²⁾	Taxable Assessed Valuation Per Capita	Tax Supported Debt Outstanding at End of Year ⁽³⁾	Ratio of Tax Supported Debt to Taxable Assessed Valuation	Tax Supported Debt Per Capita
2004	4,824	\$ 252,413,572	\$ 52,325	\$ 10,205,000	4.04%	\$ 2,115
2005	4,857	255,177,523	52,538	15,735,000	6.17%	3,240
2006	4,900	281,473,101	57,443	15,205,000	5.40%	3,103
2007	5,006	334,379,609	66,796	14,470,000	4.33%	2,891
2008	4,866	402,923,513	82,804	13,700,000 ⁽⁴⁾	3.40% ⁽⁴⁾	2,815 ⁽⁴⁾

(1) Source: North Central Texas Council of Governments and City officials.

(2) As reported by the Tarrant County Appraisal District on City's annual State Property Tax Board Reports; subject to change during the ensuing year.

(3) Includes self-supporting debt; excludes notes payable and leases.

(4) Projected.

TABLE 4 – TAX RATE, LEVY AND COLLECTION HISTORY

Fiscal Year Ended 9/30	Tax Rate	General Fund	Interest and Sinking Fund	Tax Levy	% Current Collections	% Total Collections
2004	\$0.314029	\$ 0.255946	\$0.058083	\$ 792,652	95.36%	100.07%
2005	0.314000	0.242400	0.071600	812,081	99.22%	101.36%
2006	0.313297	0.242746	0.070551	890,536	98.02%	99.33%
2007	0.314029	0.106770	0.207259	1,102,541	96.57%	99.87%
2008	0.314029	0.101800	0.212229	1,144,831	89.98% ⁽¹⁾	90.86% ⁽¹⁾

(1) Collections through January 31, 2008.

TABLE 5 – TEN LARGEST TAXPAYERS

Name of Taxpayer	Nature of Property	2007/08 Taxable Assessed Valuation	% of Total Taxable Assessed Valuation
Inland Western Lake Worth	Real Estate/Development	\$ 44,992,800	11.17 %
Applestap, LLC	Real Estate/Development	43,830,736	10.88
Wal-Mart Stores, Inc.	Retail	22,493,367	5.58
Canyon Lake Worth Properties Lp	Shopping Center	16,750,407	4.16
Target Corp.	Retail	12,220,756	3.03
Home Depot	Building Supply	11,854,952	2.94
Lake Worth Center Ltd.	Shopping Center	9,131,765	2.27
Ritchie Bros. Properties Ltd.	Real Estate/Development	6,587,555	1.63
Shanbagam Properties Iii Llc	Shopping Center	6,458,052	1.60
Abs Texas Investor	Real Estate/Development	5,000,000	1.24
		<u>\$ 179,320,390</u>	<u>44.50 %</u>

TABLE 7 – DEBT SERVICE REQUIREMENTS

Fiscal Year Ending 9/30	Outstanding Debt Service ⁽¹⁾			Less: Self-Supporting Debt Service	Net Outstanding Debt Service	% of Principal Retired
	Principal	Interest	Total			
2008	\$ 770,000	\$ 647,845	\$ 1,417,845	\$ 700,740	\$ 717,105	
2009	810,000	614,109	1,424,109	707,438	716,670	
2010	845,000	578,679	1,423,679	699,853	723,825	
2011	890,000	541,404	1,431,404	704,814	726,590	
2012	935,000	501,061	1,436,061	708,163	727,898	29.37%
2013	970,000	457,913	1,427,913	701,820	726,092	
2014	1,020,000	411,780	1,431,780	705,708	726,073	
2015	1,065,000	362,298	1,427,298	699,613	727,685	
2016	1,115,000	312,316	1,427,316	699,321	727,995	
2017	1,175,000	259,175	1,434,175	702,155	732,020	66.31%
2018	900,000	211,869	1,111,869	371,681	740,187	
2019	940,000	170,913	1,110,913	387,608	723,304	
2020	660,000	135,393	795,393	220,500	574,893	
2021	690,000	105,453	795,453	220,500	574,953	
2022	395,000	73,765	468,765	-	468,765	91.09%
2023	410,000	56,780	466,780	-	466,780	
2024	430,000	38,945	468,945	-	468,945	
2025	450,000	20,025	470,025	-	470,025	100.00%
	<u>\$ 14,470,000</u>	<u>\$ 5,499,720</u>	<u>\$ 19,969,720</u>	<u>\$ 8,229,915</u>	<u>\$ 11,739,805</u>	

(1) "Outstanding Debt Service" includes self-supporting debt but does not include other obligations of the City. See Table 11 – Other Obligations.

TABLE 8 – INTEREST AND SINKING FUND BUDGET PROJECTION

Tax Supported Debt Service Requirements, Fiscal Year Ending 9/30/08		\$ 1,417,845
Interest and Sinking Fund, 9/30/07	\$ 268,765	
Calculated Interest and Sinking Fund Tax Levy @ 98% Collections	838,018	
Budgeted Transfers from Economic Development Corporation	435,973	
Budgeted Transfers from General Fund	-	
Budgeted Transfers from Waterworks and Sewer System	264,768	
Estimated Investment Income	<u>16,514</u>	<u>\$ 1,824,038</u>
Estimated Balance, 9/30/08		<u>\$ 406,193</u>

TABLE 9 - COMPUTATION OF SELF-SUPPORTING DEBT

FY 2006/07 4B Economic Development Corporation Sales Tax Revenue Available ⁽¹⁾	\$ 1,556,956
FY 2007/08 Debt Service Requirements for Self-Supported Debt	\$ 325,294
Percentage of Self-Supported General Obligation Debt Self-Supporting	100%
FY 2006/07 Net Waterworks and Sewer System Revenue Available for Debt Service	\$ 563,375
Deduct: Direct System Revenue Debt	-
Revenue Available for Self-Supporting Debt	<u>\$ 563,375</u>
FY 2007/08 Debt Service Requirements for Self-Supported Debt	\$ 375,447
Percentage of System Tax Debt Self-Supporting	100%

(1) Certain costs of projects constructed by the City are paid by the Lake Worth Economic Development Corporation in accordance with an agreement between the City and the Corporation (see Table 13 – “Sales Tax History”).

TABLE 10 – AUTHORIZED BUT UNISSUED GENERAL OBLIGATION BONDS

As of September 30, 2007, the City has no authorized but unissued debt.

TABLE 11 – OTHER OBLIGATIONS

The City has entered into several lease agreements as lessee for financing the acquisition of public safety vehicles, equipment and computers. The lease agreements qualify as capital leases for accounting purposes and, therefore, have been recorded at the present value of their future minimum lease payments as of the inception date.

The following schedule shows the future minimum lease payments under the capitalized leases together with the present value of the net minimum lease payments as of September 30, 2007:

FYE	Principal	Interest	Total P&I
30-Sep			
2008	\$ 181,356	\$ 37,530	\$ 218,886
2009	162,769	29,162	191,931
2010	115,290	20,987	136,277
2011	120,863	15,413	136,276
2012	126,708	9,570	136,278
2013-2017	<u>66,316</u>	<u>3,442</u>	<u>69,758</u>
Total	<u>\$ 773,302</u>	<u>\$ 116,104</u>	<u>\$ 889,406</u>

TABLE 12 – GENERAL FUND REVENUE AND EXPENDITURE HISTORY

	Fiscal Year Ended September 30,				
	2007	2006	2005	2004	2003
Revenues:					
Taxes	\$4,180,659	\$4,359,282	\$3,514,687	\$3,392,431	\$3,277,984
Licenses and Permits	281,841	241,713	361,434	206,822	55,521
Fines and Forfeits, etc.	531,860	525,148	493,335	448,553	140,614
Charges for Services	147,655	145,350	142,104	134,231	461,440
Intergovernmental	21,438	-	-	-	-
Investment Earnings	110,073	-	-	-	-
Miscellaneous	310,712	352,977	436,857	466,525	307,309
Total Revenues	\$ 5,584,238	\$ 5,624,470	\$ 4,948,417	\$ 4,648,562	\$ 4,242,868
Expenditures:					
Mayor and Council	\$ 19,309	\$ 11,885	\$ 43,666	\$ 17,606	\$ 38,156
General Expense	968,460	1,332,500	1,114,079	991,808	767,746
Police Department	1,490,399	1,621,240	1,567,251	1,563,221	1,489,342
Fire Department	941,963	1,275,140	784,669	573,259	510,845
Street Department	582,303	589,959	1,029,790	685,847	828,220
Library	173,898	159,392	171,221	150,354	139,909
Recreation Department	338,483	248,998	256,636	229,673	192,284
Maintenance Department	142,209	140,733	143,440	130,389	122,315
Senior Citizens Program	62,645	91,384	66,153	54,724	49,844
Inspections and Permits	169,956	188,010	192,740	211,258	170,108
Municipal Court	228,965	150,279	133,137	118,679	157,468
Information Technology	181,088	259,903	123,283	-	-
Animal Control	57,678	45,900	44,570	46,224	48,794
Transportation	313,959	-	-	-	-
Youth Association	68,283	-	-	-	-
Emergency Management	4,201	2,494	1,148	3,177	4,191
Capital Outlay	319,707	-	-	-	-
Debt Service	29,212	-	-	-	-
Total Expenditures	\$ 6,092,718	\$ 6,117,817	\$ 5,671,783	\$ 4,776,219	\$ 4,519,222
Excess of Revenues Over/(Under) Expenditures	\$ (508,480)	\$ (493,347)	\$ (723,366)	\$ (127,657)	\$ (276,354)
Other Financing Sources (Uses):					
Transfers In ⁽¹⁾	\$1,170,936	\$ 692,203	\$ 663,963	\$ 592,420	\$ 547,652
Transfers (Out)	(453,107)	(610,610)	(207,220)	(257,262)	(268,417)
Sale of Assets	-	107,000	15,201	-	-
Proceeds From Leases	-	597,795	4,706	-	-
Total Other Financing Sources (Uses)	\$ 717,829	\$ 786,388	\$ 476,650	\$ 335,158	\$ 279,235
Excess (Deficiency) of Revenues and Other Financing Sources Over/(Under) Expenditures and Other Uses	\$ 209,349	\$ 293,041	\$ (246,716)	\$ 207,501	\$ 2,881
Beginning Fund Balance	1,860,193	1,567,152	1,813,868	1,606,367	1,753,486
Residual Equity Transfer/GAAP Adjustments	(5,328)	-	-	-	(150,000)
Ending Fund Balance	\$ 2,064,214	\$ 1,860,193	\$ 1,567,152	\$ 1,813,868	\$ 1,606,367

(1) Includes lease proceeds and asset sales.

TABLE 12A – CHANGE IN NET ASSETS

	Audited Fiscal Years Ending September 30,			
	2007	2006	2005	2004
Revenues:				
Program Revenues				
Fines, Fees and Charges for Services	\$ 1,011,009	\$ 1,029,268	\$ 1,105,792	\$ 882,569
Operating Grants and Contributions	164,207	25,463	26,318	31,165
Capital Grants and Contributions	-	-	-	-
General Revenues				
Property Taxes Levied for General Purposes	1,102,051	897,403	836,426	792,472
Sales Taxes	6,197,028	5,795,254	4,747,174	3,595,798
Franchise Taxes	457,390	552,321	365,155	361,086
Other Taxes	219,281	184,930	105,674	75,354
Grants and Contributions Not Restricted to Specific Programs	-	19,605	72,318	2,064
Interest	451,775	-	-	-
Miscellaneous	126,484	557,416	447,973	945,051
Gain (Loss) on Sale of Assets	(19,043)	105,632	(6,417)	92,441
Total Revenues	\$ 9,710,182	\$ 9,167,292	\$ 7,700,413	\$ 6,778,000
Expenditures:				
General Government	\$ 1,411,088	\$ 3,766,484	\$ 2,830,781	\$ 1,820,926
Mayor and City Council	20,104	-	-	-
Public Safety	3,036,162	2,966,261	2,754,174	2,293,995
Streets	1,198,740	-	-	-
Maintenance	151,665	-	-	-
Senior Center	62,895	-	-	-
Municipal Court	232,335	-	-	-
Animal Control	60,113	-	-	-
Emergency Management	7,002	-	-	-
Permits and Inspection	169,956	-	-	-
Informational Technology	203,532	-	-	-
Transportation	313,959	-	-	-
Youth Association	68,283	-	-	-
Public Ways and Facilities	-	1,235,326	939,192	718,657
Health and Sanitation	-	148,330	148,330	130,667
Culture and Recreation	550,943	536,916	425,122	436,106
Interest and Fiscal Charges	582,520	737,668	732,408	546,083
Total Expenditures	\$ 8,069,297	\$ 9,390,985	\$ 7,830,007	\$ 5,946,434
Increase (Decrease) in Net Assets				
Before Transfers	\$ 1,640,885	\$ (223,693)	\$ (129,594)	\$ 831,566
Transfers	73,208	(1,499,188)	414,009	392,274
Increase (Decrease) in Net Assets	\$ 1,714,093	\$ (1,722,881)	\$ 284,415	\$ 1,223,840
Net Assets - Beginning of Year				
Prior Period Adjustment	\$ 19,273,494	\$ 20,996,375	\$ 20,711,960	\$ 19,488,120
	2,461,046	-	-	-
Net Assets - End of Year	\$ 23,448,633	\$ 19,273,494	\$ 20,996,375	\$ 20,711,960

TABLE 13 – MUNICIPAL SALES TAX HISTORY

Fiscal Year Ended 9/30	1¼ % City Sales & Use Tax			1/2% 4B EDC Sales Tax	
	Total Collected ⁽¹⁾	% of Ad Valorem Tax Levy	Equivalent of Ad Valorem Tax Rate	Per Capita ⁽³⁾	Total Collected
2004	\$ 2,296,378	290%	\$ 0.9098	476	\$ 1,148,174
2005	2,973,382 ⁽²⁾	366%	1.1652	612	1,199,591
2006	3,576,692 ⁽²⁾	406%	1.2707	730	1,460,902
2007	3,811,858 ⁽²⁾	363%	1.1400	761	1,556,956
2008	1,696,389 ⁽²⁾⁽⁴⁾	134%	0.4210	349	692,891 ⁽⁴⁾

(1) Excludes the ¼ cent sales tax for Crime Control.

(2) Includes the ¼ cent sales tax for street maintenance, effective July 1, 2004 for a total of 1 ¼ cents. Total collected for fiscal year end 2004 represents a total of 1 cent.

(3) Based on population estimates of the North Central Texas Council of Governments and City Officials.

(4) Partial collections through February 29, 2008.

The sales tax breakdown for the City is as follows:

Crime Control Prevention District	0.25%
Street Maintenance	0.25%
Economic and Community Development (4B)	0.50%
City Sales & Use Tax	1.00%
State Sales & Use Tax	<u>6.25%</u>
Total	8.25%

TABLE 14 – CURRENT INVESTMENTS

As of December 31, 2007, the City's funds were invested in the following:

Description	Percentage of Portfolio	Book Value	Market Value
Checking & Overnight Sweep	1.59%	\$ 128,727	\$ 128,727
TexPool	59.53%	4,829,731	4,829,731
TexStar	24.63%	1,998,119	1,998,119
Lone Star Investment Pool	14.25%	1,155,906	1,155,906
	<u>100.00%</u>	<u>\$ 8,112,483</u>	<u>\$ 8,112,483</u>